

15 September 06

AGL Victoria Pty Ltd v SPI Networks (Gas) Pty Ltd and Victorian Energy Networks Corporation: Appeal

TO: Company Announcements Office
Australian Stock Exchange

BY: e-Lodgement

Dear Sir/Madam,

SP AusNet has today decided to seek leave to appeal the decision of the Supreme Court of Victoria Court of Appeal in the case of *AGL Victoria Pty Ltd v SPI Networks (Gas) Pty Ltd and Victorian Energy Networks Corporation* to the High Court of Australia.

A provision to cover the Court of Appeal's decision has been made in the amount of \$10.7m plus interest and costs. However, operating performance and a number of management initiatives are expected to substantially cover this provision.

On this basis, SP AusNet expects to meet its forecast distributions.

Yours sincerely,

Elizabeth Mildwater
Company Secretary
SP AusNet

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SP AusNet

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SP Australia Networks (Transmission) Ltd
ABN 48 116 124 362

SP Australia Networks (Finance) Trust
ARSN 116 783 914

SP Australia Networks (RE) Ltd
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AFS Licence No. 294117 as responsible entity
for SP Australia Networks (Finance) Trust

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